



Summer 2011

Motor Vehicle Updates

Title Updates

Mike Gamble

Motor Vehicle Division

ACT - No. 2011 – 633

Effective – January 1, 2012

Addresses the Scrapping and Dismantling of Motor Vehicles and Reporting Requirements for Licensed Automotive Dismantler and Parts Recyclers & Secondary Metal Recyclers

Amend 32-8-64, Code of Alabama, concerning release of security interests

ACT - No. 2011 – 633

Effective – October 1, 2011

Current Law

32-6-64.1 – Current law provides that liens shall be considered released after 12 years from the lien date for all vehicles except as provided below in subsection b.

New Amendment

32-8-64.2 – Satisfaction of security interest for vehicles 12 model years old:

- a. Lien or security interest shall be considered satisfied and release shall not be required after five years from date of the security agreement as recorded on the certificate of title.
 - i. Example: 1998 year model; Recorded lien date – 01/01/2000; Lien released – 01/01/2005
- b. Exceptions for security interest listed on:
 - i. Certificates of titles for travel trailers
 - ii. Vehicles that weigh more than 12,000 pounds gross weight
- c. Filing of lien releases:
 - i. The department may require that all lien releases shall be electronically submitted to the department within 10 days of the date the lien or security interest is satisfied



Administrative Rules Updates

- 810-5-75-.14 Involuntary Transfer by Operation of Law. Effective – 06/10/2011
 - Specifies documentation required when applying for transfer of ownership when vehicle is transferred by operation of law.
- 810-5-75-.17 Title Procedure-Repossessed Motor Vehicle. Effective 06/10/2011
 - Specifies procedures for titling repossessed vehicles by an unrecorded lienholder.
- 810-5-75-.30 Title Procedure - First Title for a Rebuilt Vehicle. Effective 02/15/2011
 - Amends procedures used in applying for an application for inspection of a salvaged vehicle
- 810-5-75-.31.02 Abandoned Motor Vehicle Record Request (Form MVT 32-13). Effective 02/10/2011
 - Amends procedures for requesting abandoned motor vehicle records

Administrative Rules Updates

- 810-5-75-.48 Title Procedures - Defining "Junk", "Parts Only" and "Scrap" Vehicles and Requiring Notice. Effective – 02/15/2011
 - Amends rule for anyone acquiring a motor vehicle sold for "parts only" or scrap for the purpose of recycling into metallic scrap for remelting
- 810-5-75-.52 Designated Agent - Dealer, Financial Institution and Pawnshop Appointments. Effective – 02/10/2011
 - Amends rule allowing pawnshops to become designated agents
- 810-5-75-.57 Application for Salvage Certificate of Title (Forms MVT 41-1 and MVT 41-1e). Effective – 02/10/2011
 - Amends rule for completing applications for salvage certificates of titles.

Administrative Rules Updates

- 810-5-75-.61 Schedule of Fees and Commissions - Remittance of Fees. Effective-02/15/2011
 - Amends rule to include possible penalties for dishonored, ACH debit, check, cashier's checks, or money orders presented to the department for payment of fees
- 810-5-75-.67 Title Procedure – Manufactured Home Exemption from Titling and Cancellation. Effective – 02/15/2011
 - Provide guidelines for determining when a manufactured home is exempt from titling because of the year model.

<http://www.revenue.alabama.gov/motorvehicle/rules.html#titlerule>



ETAPS Enhancement

- Prevent 02 (replacement application) from being saved when 08 (surrendered) legend code for the Alabama title exists.
- Add duplicate VIN indicator to the snapshot screen.
- If vehicle is 12 or more model years old and the lien date is more than 5 years old the lien will be automatically deleted for specific body types.
- If lien date on the current Alabama title is greater than 12 years old then its automatically deleted for specific body types.
- Check the legend codes positions in the title database for legend code 99 and update the title snapshot screen.

ETAPS Enhancement

- Give user the ability to recover/reset password.
- Send a warning message that application(s) on “Hold” are about to expire.
- Add “Issue Date” to the information that is displayed when the customer goes through the link “Track the status of your title application”.
- New link to track the status of your title application:
titlestatus.mvtrip.alabama.gov
- Pre-qualifier screen, brand disclosure question that must be completed when an out of state title is selected as the primary supporting document.
- **ETAPS migrated to a new environment – February 2011**



Registration Updates

Brenda R. Coone
Motor Vehicle Division

New Registration Laws

- New legislation:
 - Act 2011-540 – Tow trucks
 - Act 2011-205 - Mini trucks
- Administrative rule updates
- New distinctive license plates
- Disability access license plates & placards

Act 2011-540 Tow Trucks

- Effective date: June 9, 2011
- Amended: 40-12-248
- Registered on GVW of tow truck only



Act 2011-205 Mini Trucks

- Effective date: January 1, 2012
- New code section: 32-6-59
- Amended: 32-8-31 & 40-12-240
- Restricted to non-interstate roads
- Exempt from titling
- Fee is \$23



Act 2011-205 Mini Trucks

- Definition of mini truck in Section 40-12-240
- Plates ordered through PROS
- Tag type: MT
- Tax valuation



Administrative Rules

- 810-5-1-.208 *National Guard Distinctive License Plates*
 - Specifies exemption limited to vehicles weighing 12,000 lbs. or less
- 810-5-1-.225 *Disability Access Parking Privileges*
 - Updates language
- 810-5-1-.240 *Permanent Trailer License Plates*
 - Includes motorcycle trailer in definition of 'utility trailer'

New Distinctive License Plates

Aug 1, 2011

- Alabama Tennis Foundation
- Fighting Cystic Fibrosis
- Huntsville Hospital

Oct 1, 2011

- Dealer Transit

Jan 1, 2012

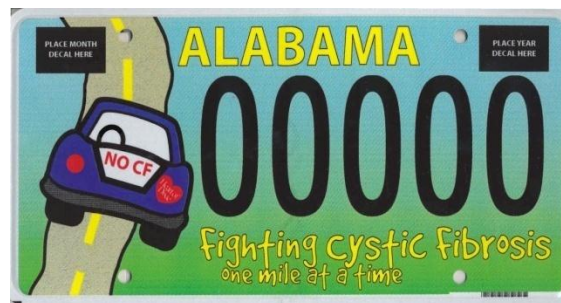
- Disability Access
- Mini Truck
- Retired Firefighter

August 1, 2011



Alabama Tennis Foundation
Tag types: GN 13 / GR 13

Fighting Cystic Fibrosis
Tag types: FC / FC 02



Huntsville Hospital
Tag types: HH/HH 02



Disability Access License Plates & Placards

- Reissue January 1, 2012
- New permanent placards expire 2017
- New physician's certification will be available on website



Act 2010-710

Retired Fire Fighter Distinctive License Plate

- New code section: 32-6-280
- Issue beginning January 1, 2012
- Available to retired paid and part-paid fire fighters
- Links to lists of eligible retired fire fighters on MVD website
- Private passenger vehicles, pickup trucks, and pleasure motor vehicles not exceeding 12,000 lbs GVW
- Tag type: RF
- No limit on number of plates that may be obtained
- Personalized & disability access plates not available

Commitment to Purchase Period

December 1, 2010 – November 30, 2011

- Alabama Master Gardeners
- Alabama School of Math & Science
- Daughters of the American Revolution
- Donate Life
- Healthy Women
- Juvenile Diabetes Research Foundation

Act 2011-554 Dealer License Plates



- Effective: October 1, 2011
- Amended: 40-12-264

Act 2011-554 Dealer License Plates

- Dealer must provide dealer regulatory license
 - active/revoked status on MVD website
- New dealer transit plate
 - Fee same as dealer plate
- Prohibits wholesalers, reconditioners, and rebuilders from obtaining dealer plates

Act 2011-554 Dealer License Plates

Limits number of dealer plates	
New dealer	25
Used dealer	10
Motorcycle dealer	10
Dealer transit*	10

*New and used dealers may purchase in addition to standard dealer plates

Exception:

dealers with 1,500 or more title transactions during the previous year may purchase additional plates.

A list of qualified dealers will be posted on the MVD website

Act 2011-554 Dealer License Plates

- Limits use of plates to vehicles:
 - Owned by dealership & held in inventory
 - Used by prospective purchasers, owners, partners, corporate officers, & employees of dealership
 - On temporary loan to a customer whose vehicle is being serviced or repaired by dealership
 - High school driver's ed
- Dealer may purchase standard plate for vehicle withdrawn from inventory

Act 2011-554 Dealer License Plates

- May not be displayed on:
 - Service vehicles
 - Tow trucks
 - Rental vehicles
 - Loaned vehicles
 - Vans



Act 2011-554 Dealer License Plates

- Increases penalties for misuse
 - \$100 for 1st offense
 - \$500 for 2nd & subsequent offenses
 - \$1,000 willful misstatements or false documents
- Prohibits license renewal for failure to pay outstanding assessment



Administrative Rule 810-5-1-.442 (amended)

- Changed title to “Farm and Forest Products License Plates”
- Removed vehicles which are exempt from Apportioned Registration
- Farm license plate restrictions:
 - One (1) truck tractor
 - Cannot be use on SUVs
 - Cannot be used to tow travel trailers, or boats



Federal Heavy Vehicle Use Tax

- Vehicles weighing over 54,999 lbs
- Form 2290 Schedule 1:
 - IRS stamp or watermark or
 - copy of entire form and proof of payment
- Sixty (60) day Exemption Rule
- HVUT Compliance Review Training Course-
<http://www.fhwa.dot.gov/policyinformation/>

Federal Heavy Vehicle Use Tax

- FHVUT set to expire on September 30th
- Vehicles purchased after July are exempt from filing until Nov. 1st
- Vehicles purchased prior to July must file using previous year form
- Questions:
 - Taxpayers: (866-699-4096) or www.irs.gov
 - State: Joseph Mazzuca, SBSE Excise Tax (630-493-5008) or joseph.a.mazzuca@irs.gov

Act 2011-688 Mandatory Liability Insurance

- Two Effective Dates:
 - June 14, 2011
 - January 1, 2013



Act 2011-688

Mandatory Liability Insurance

- **Effective date: June 14, 2011**
- Amends Code Section: 32-7A-2 through 8, and 12
 - Definitions and language added to provide clarification
 - Section 32-7A-12 establishes new reinstatement fees

Act 2011-688

Mandatory Liability Insurance

- New Code Section: 32-7B-1 through 3 - Alabama Online Insurance Verification System Act
 - Establishes Advisory Council
 - Facilitate implementation of online insurance verification system
 - What is an online insurance verification system?
 - Who is on the advisory council?
 - Who do I contact?
 - Association of Alabama Tax Administrators (AATA)- Mr. Greg Tucker, License Commissioner, Limestone County
 - Alabama Probate Judges Association- Judge Luke Cooley, Probate Judge, Houston County

Act 2011-688

Mandatory Liability Insurance

- Effective date: January 1, 2013
- Amends Code Section: 32-7A-9 through 22, 32-7-19 through 22, 24
- New Code Section: 32-7A-23 through 25, 32-7B-4 through 6
- Section 32-7A-17 – Requirements of License Plate Issuing Officials
 - Shall not process registration transaction if registration suspended
 - Shall reinstate registration for registrant upon request when they meet requirements
 - Shall obtain VALID driver's license, etc.
 - Cannot process registration transaction unless receive evidence of insurance or verification of insurance through the online insurance verification system



Act 2011-688

Mandatory Liability Insurance

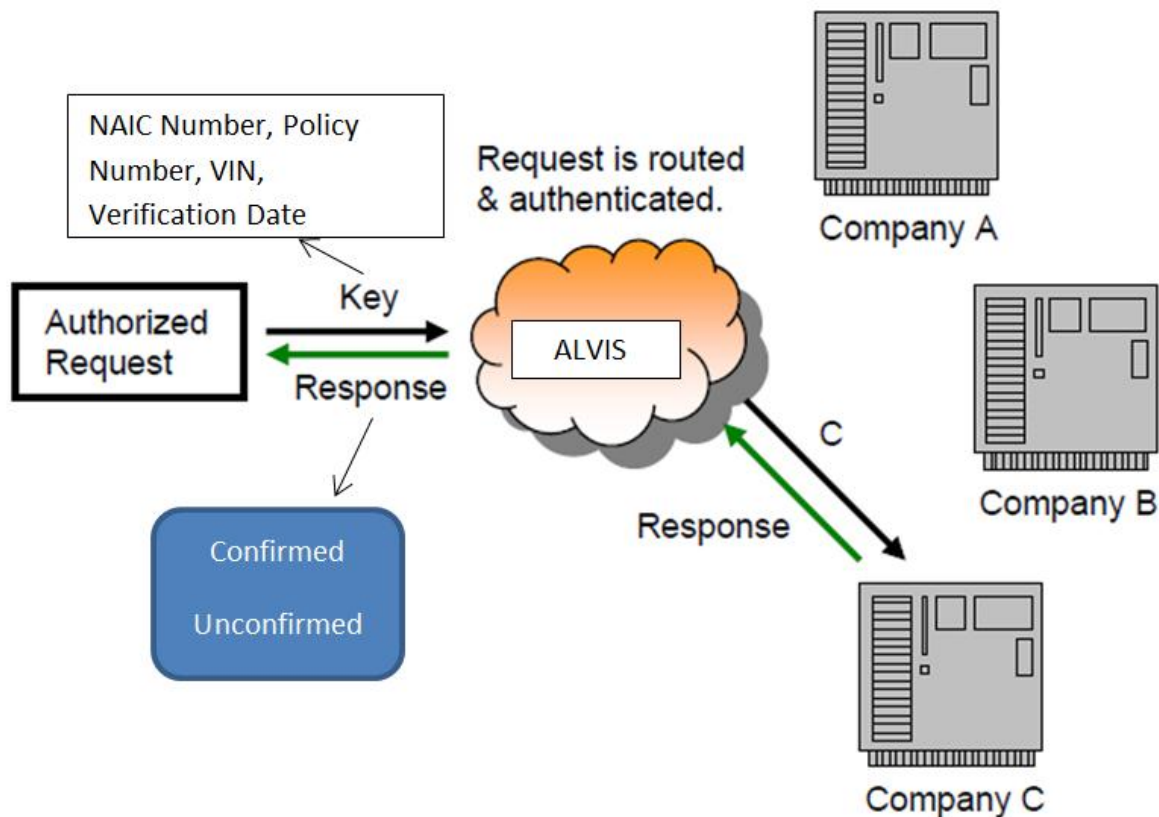
- What does IICMVA stand for and who are they?
 - Insurance Industry Committee on Motor Vehicle Administration
- IICMVA Model
 - Event based validation of evidence of insurance through web services
- What is considered an Event?
 - Vehicle Registration
 - Accident
 - Traffic Stop



IICMVA Model

Event Based Real Time Validation of Evidence of Insurance

An insurance verification request is made for a person insured by Company C with the key information provided by that company.



Mandatory Liability Insurance (MLI) Changes

- Rule changes effective date: June 10, 2011
 - 810-5-1-.237
 - Reinstatement fees paid using certified funds as allowed by the official
 - cashier's check, money order, certified bank check, credit card, debit card, or cash (only in person).
- Procedure changes for statement of non-use
 - P4 – inoperable or stored motor vehicles not operated on the insurance verification date
 - requires insurance information for the vehicle registration date.



MVTRIP Updates Immigration Law

Jay Starling
Motor Vehicle Division

MVTRIP

- Web-based
- Link to all MVD systems
- Single userid & password
- Manage user access
- Search & reporting feature
- User notices/messaging





MVTRIP

MVTRIP.Alabama.gov - Motor Vehicle Title, Registration, and Insurance Portal - Windows Internet Explorer

https://www.mvtrip.alabama.gov/

File Edit View Favorites Tools Help

Google Search

MVTRIP.Alabama.gov - Motor Vehicle Title, ...

MVTRIP Motor Vehicle Title, Registration, and Insurance Portal

WELCOME

The Motor Vehicle Division is responsible for issuing motor vehicle titles, maintaining vehicle registration information and enforcing the Mandatory Liability Insurance Act. In addition, the division administers the International Registration Plan (IRP) and International Fuel Tax Agreement (IFTA). We hope this web site provides the information necessary to assist you with your transactions with the Motor Vehicle Division and answer any questions you may have.

ALVIS

Alabama Vehicle Information System

ETAPS

ETAPS

MLI

Motor Liability Insurance

PROS

Motor Vehicle Division

Internet 100%

start

Inbox - Microsoft ...

RE: FRP Draft Ball...

presentations

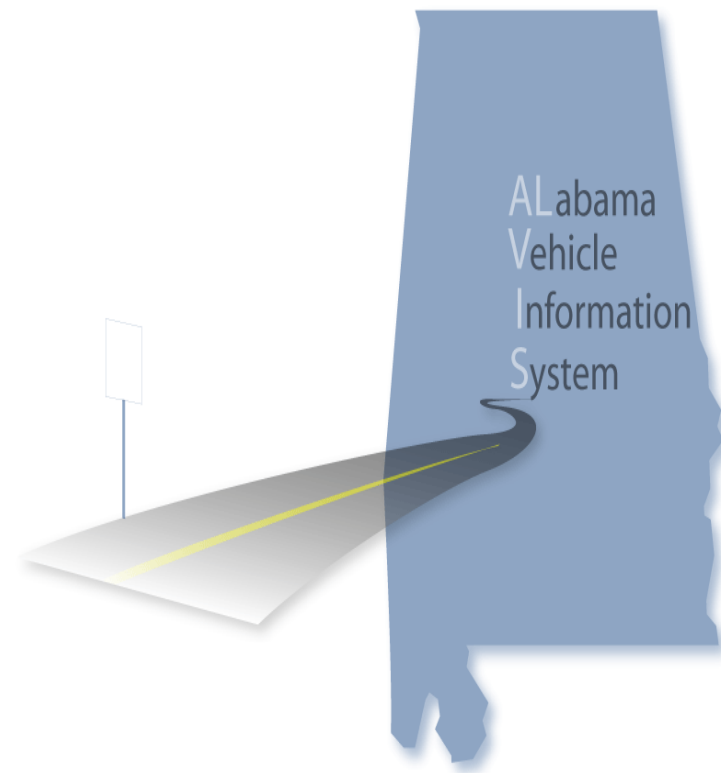
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MVTRIP.Alabama...

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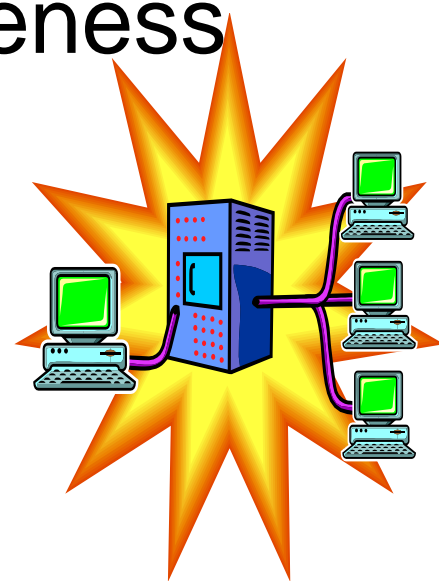
ALVIS Updates

- Reformat screen layout
- Webservice
- Inventory management
- Government tag e-file
- Tag type consolidation
- New version coming soon

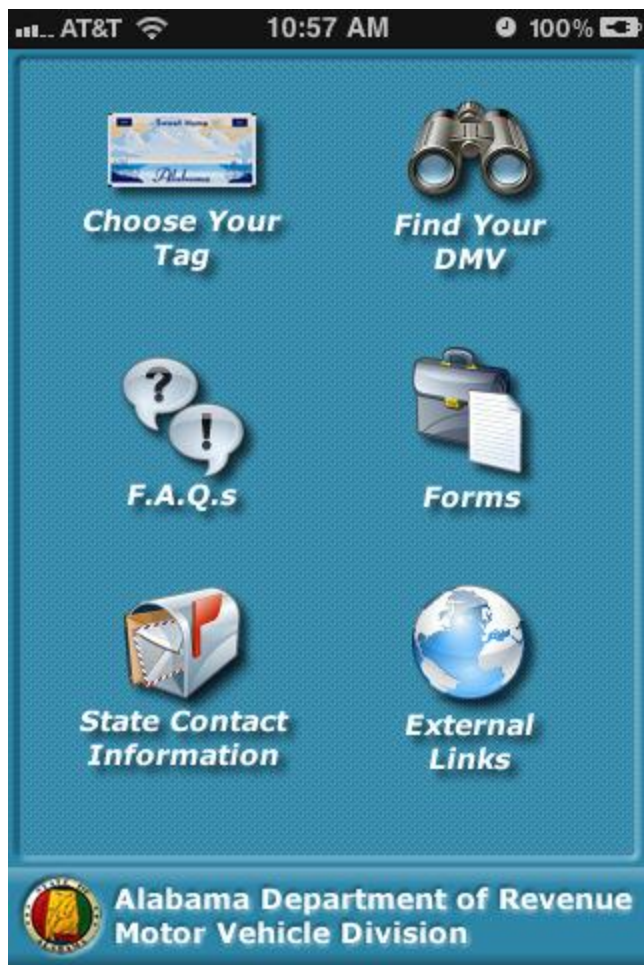


Daily Registration Project

- Improve data quality & timeliness
- Automated nightly data upload
- Includes IRP ad valorem tax data
- Edits data quality & completeness
- Error reports are emailed
- All counties are participating



MV iPhone App



- Announced 1/7/2011
- Personalized tag message reservation searches
- Directions & maps to county licensing offices
- MVD FAQs
- Forms
- MVD contact information

MVD Webpage

- Active & revoked dealers
- Firefighter information
- License plate information
- Forms
- Registration statistics for all counties
- MV rules & code sections
- Tag worksheet
- Memos

Act 2011-535 Immigration

- Effective: September 1, 2011
- Code Section: 31-13-1 thru 31-13-30
- Proof of citizenship required for “business transactions”
- “Business transaction” includes vehicle licensing
- Homeland Security will promulgate rules on “business transactions”

Act 2011-535 Immigration

- Proof of citizenship:
 - Driver's license or non-driver's ID
 - Birth certificate/records
 - US passport
 - Naturalization documents
 - Adoption documents
 - Military record of service
- Homeland security will post examples on their website

Act 2011-535 Immigration

- Official cannot consider race, color or national origin in enforcement of the act
- Official cannot make a final determination of whether an alien is lawfully present in US

Act 2011-535 Immigration

- Every person working for state or any political subdivision must report violations
 - Penalty: class A misdemeanor
- Official cannot adopt policy/practice that limits or restricts enforcement
 - Penalty: restriction of funds, grants or appropriations from the state